From:	Lazarine, Coby L
То:	Kautz, Paul, EMNRD
Cc:	Powell, Brandon, EMNRD; Bratcher, Mike, EMNRD; Fortner, Kerry, EMNRD; Perozo, Alejandro E
Subject:	[EXT] RE: [EXTERNAL]RE: VGEU 19-01 (30-025-20846) Rig On Location - TA Operations
Date:	Wednesday, November 4, 2020 10:32:46 AM

Thank you, Paul.

We will adhere to the December 4th deadline.

Coby Lee Lazarine

Regulatory Coordinator ConocoPhillips Company 935 N. Eldridge Parkway SP2-12-W084 Houston, Texas 77079 Office: 281-206-5324 Cell: 346-269-5725

From: Kautz, Paul, EMNRD <paul.kautz@state.nm.us>
Sent: Wednesday, November 4, 2020 11:07 AM
To: Lazarine, Coby L <Coby.L.Lazarine@conocophillips.com>
Cc: Powell, Brandon, EMNRD <Brandon.Powell@state.nm.us>; Bratcher, Mike, EMNRD
<mike.bratcher@state.nm.us>; Fortner, Kerry, EMNRD <Kerry.Fortner@state.nm.us>; Perozo,
Alejandro E <Alejandro.Perozo@conocophillips.com>
Subject: RE: [EXTERNAL]RE: VGEU 19-01 (30-025-20846) Rig On Location - TA Operations
Importance: High

Hi Coby,

After discussing this with my supervisors, the OCD requires that ConocoPhillips submit a plan of action for the remediation of this well no later than December 4, 2020.

Paul Kautz Hobbs District Geologist Energy Minerals Natural Resources Dept. Oil Conservation Division 1625 N. French Dr. Hobbs, NM 88240 Cell # 575-602-4493 To: Kautz, Paul, EMNRD paul.kautz@state.nm.us

Cc: Powell, Brandon, EMNRD <<u>Brandon.Powell@state.nm.us</u>>; Bratcher, Mike, EMNRD <<u>mike.bratcher@state.nm.us</u>>; Fortner, Kerry, EMNRD <<u>Kerry.Fortner@state.nm.us</u>>; Perozo, Alejandro E <<u>Alejandro.Perozo@conocophillips.com</u>>

Subject: [EXT] RE: [EXTERNAL]RE: VGEU 19-01 (30-025-20846) Rig On Location - TA Operations

Paul,

Thank you for the feedback. We will plan to set the two additional RBPs at 4750' and 1495', and file the subsequent report accordingly.

We will also work the remediation plan and get that submitted as soon as possible. I will keep you updated on this well!

Thank you,

Coby Lee Lazarine

Regulatory Coordinator ConocoPhillips Company 935 N. Eldridge Parkway SP2-12-W084 Houston, Texas 77079 Office: 281-206-5324 Cell: 346-269-5725

From: Kautz, Paul, EMNRD paul.kautz@state.nm.us>
Sent: Wednesday, November 4, 2020 10:38 AM
To: Lazarine, Coby L <<u>Coby.L.Lazarine@conocophillips.com</u>>
Cc: Powell, Brandon, EMNRD <<u>Brandon.Powell@state.nm.us</u>>; Bratcher, Mike, EMNRD
<<u>mike.bratcher@state.nm.us</u>>; Fortner, Kerry, EMNRD <<u>Kerry.Fortner@state.nm.us</u>>
Subject: [EXTERNAL]RE: VGEU 19-01 (30-025-20846) Rig On Location - TA Operations
Importance: High

CAUTION: This email originated from outside of the organization. Do not click links or open attachments unless you recognize the sender and know the content is safe.

Hi Coby,

It looks like we may have a problem. The base of the salt is approximately 2625. It looks like the holes in the casing extend up into the salt zone. This well is also near where their has been a history of waterflows in the salt. The top of the Rustler Anhydrite is at 1485'. I would recommend that a RBP be placed at 4750 and 1495 feet. Do to historic record of waterflows in this area it is recommended that ConocoPhillips develop a remediation plan as soon as possible.

Paul Kautz Hobbs District Geologist Energy Minerals Natural Resources Dept. Oil Conservation Division 1625 N. French Dr. Hobbs, NM 88240 Cell # 575-602-4493

From: Lazarine, Coby L <<u>Coby.L.Lazarine@conocophillips.com</u>>
Sent: Wednesday, November 4, 2020 9:03 AM
To: Kautz, Paul, EMNRD <<u>paul.kautz@state.nm.us</u>>
Subject: [EXT] FW: VGEU 19-01 (30-025-20846) Rig On Location - TA Operations
Importance: High

Good Morning Paul,

Not sure if you ended up receiving my email below I called you about yesterday afternoon.

Please let me now if you have any questions or concerns.

Thank you,

Coby Lee Lazarine

Regulatory Coordinator ConocoPhillips Company 935 N. Eldridge Parkway SP2-12-W084 Houston, Texas 77079 Office: 281-206-5324 Cell: 346-269-5725

From: Lazarine, Coby L
Sent: Tuesday, November 3, 2020 3:36 PM
To: Kautz, Paul, EMNRD <paul.kautz@state.nm.us
Cc: Perozo, Alejandro E <<u>Alejandro.Perozo@conocophillips.com</u>
Subject: VGEU 19-01 (30-025-20846) Rig On Location - TA Operations
Importance: High

Good Afternoon Paul,

Last week we commenced TA operations under the approved NOI (copy attached). We set the CIBP in the production casing at 6000' and tested. Pressure held. As we set the packer, moved up hole, and tested, we identified two possible casing leaks in the production casing somewhere between

4830' - 4860' and 2500' - 3340'.

We would like to rig down and move off location as our Operations Team prepares a remediation plan for the two areas with possible casing leaks, but first wanted to consult your office on the location of a RBP. I have not been able to locate any information on the formations above 2500'. We conducted a good pressure test at 2500', so planned to set the RBP around 2000', but again, wanted to consult with you first. We have cement to surface for both the surface and production casing.

Please let me know if you have any questions or concerns.

Thank you, **Coby Lee Lazarine** Regulatory Coordinator ConocoPhillips Company 935 N. Eldridge Parkway SP2-12-W084 Houston, Texas 77079 Office: 281-206-5324 Cell: 346-269-5725